

# Kiribati Public Procurement organising (6)



- From centralised to decentralised
- Centralised and decentralised
- **Early detection and correction**
- Operations is close to users – decentralised to Procuring Entities
- Responsibility & accountability with the Procuring Entity – not split = no 'blame game'
- Not 'us and them'
- Focal point Procuring Officer
- Support from Central Procurement Unit
- Broad knowledge base on Public Procurement
- Optimised use of resources
- One main centre of excellence (CoE)
- One seamless system

# The profession of Public Procurement

*You think you know how it works...*

*...just wait until I have explained it...*

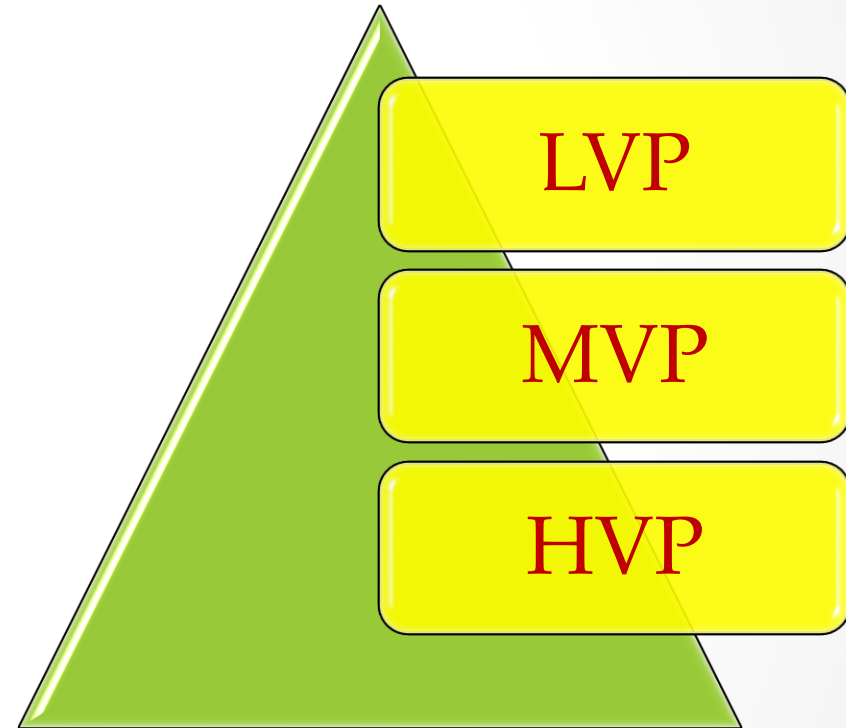
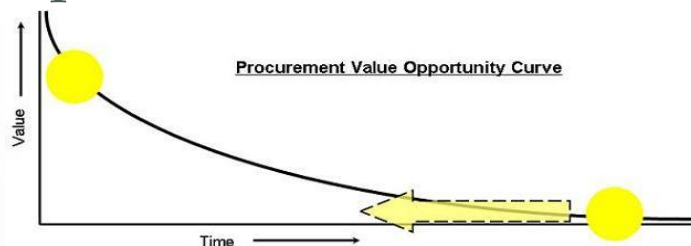
# Balancing



- The more you know, the more you understand the complexity
- Combining legal requirements with doing business
- A balance between restrictions and opportunities
- Legal:
  - What you must do
  - What you must not do
- Practice – CPU
  - What you can do

# Level of support and control

- The higher the value
  - The more cooperation with the CPU
  - The higher the escalation of approvals
- The more complex, the more support from the CPU
- Early CPU involvement is important, in particular for HVP – remember:



YOU HAVE TO DELEGATE  
SOME AUTHORITY!



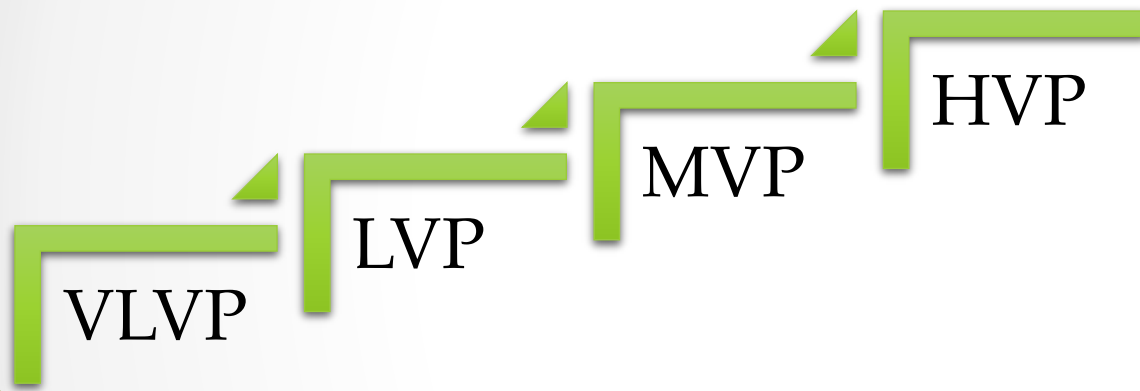
# Delegation of Authority

Annex I to the Public Procurement Regulations, regulates responsibilities for:

- Legal framework
- Annual Procurement Plans
- Very Low-Value Procurement (VLVP)
- Low-Value Procurement (LVP)
- Medium-Value Procurement (MVP)
- High-Value Procurement (HVP)
- ITT Procedure Selection (MVP & HVP)
- Contract Management (MVP & HVP)



# Thresholds – see the DOA



## PE approval

- VLVP <AUD1.000
- LVP AUD1.000-9.999

## Central approval

- MVP AUD10.000-49.999
- HVP AUD50.000 $\geq$

*Note: It's the accumulated Contract or FWA value!*

# Example: MVP

MEDIUM-VALUE PROCUREMENT – MVP										
Action	PROCURING ENTITY – PE					CENTRAL PROCUREMENT UNIT – CPU			Treasury	NEPO
	Requester/user	PEPO	Budget Owner – SRO	Evaluation Committee – EC	Contact Award Committee – CAC	PO	CPO	Central Contract Award Board – CCAB	Accountant General	Director of NEPO
Prepare ITT	P	P	R	I		A	I			
Publish ITT		I			I	M	A			i
Q&A	P	P				A				
Receive Tenders		I		I		M				
Evaluate			A	M	I	R	I			
Award		P	E		A		I		i	i
Contract finalization	P	P	R			A	I		I	I
Cancellation of procurement		P	A	i	i	I	i		i	i
Signing of Contract			S			I	I		i	i
Contract Management		M				i				
Archive		i				M				

# Example: HVP

HIGH-VALUE PROCUREMENT - HVP										
Action	PROCURING ENTITY - PE					CENTRAL PROCUREMENT UNIT - CPU			Treasury	NEPO
	Requester/user	PEPO	Budget Owner - SRO	Evaluation Committee - EC	Minister	PO	CPO	Central Contract Award Board - CCAB	Accountant General	Director of NEPO
Prepare ITT	P	P	E	i		R	A	I		
Publish ITT		I				M	A	I		i
Q&A	P	P				A				
Receive Tenders		I		I		M				
Evaluate			A	M			R	I		
Award		P	E				I	A	i	i
Contract finalization	P	P	R			R	A		I	I
Cancellation of procurement		P	A	i		I	i	i	i	i
Signing of Contract					S	I	I		i	i
Contract Management		M				i				
Archive		i				M				



# Institutional support

## Who?

- MFED
- OAG
- CPU/CPO
- Procuring Entities (PE)
  - Users/user representatives
  - Procuring Office
  - Procuring Officer
  - Project Manager
  - Contract Manager
- CCAB & CAC
- Procurement Complaints Board (PCB)/CPO
- KAO & Internal Audit (MFED)

## What?

- Efficient and effective Public Procurement – Regulations
- Legal framework – Act & Standard Contracts
- Support, advice, training, monitoring & evaluation – Manual
- Operational execution
- Award of Contracts (HVP/MVP)
- Complaints from Tenderers HVP/MVP
- Oversight/audit

# Independent oversight – audit

## KAO

- Compliance with the mandatory rules for the public administration
- Annual submission to the Parliament
- Public Procurement in compliance with the legal framework and provides Value for Money

## Internal Audit (IA-MFED)

- Ensure safeguarding of Public Funds and Assets
- Ensure that regulations and Laws are followed
- Where necessary, provide advice to Output Managers over budgets, and
- Carry out investigations into alleged fraudulent activities
- A resource for improvement

